

Washington State Health Carrier Surplus Study

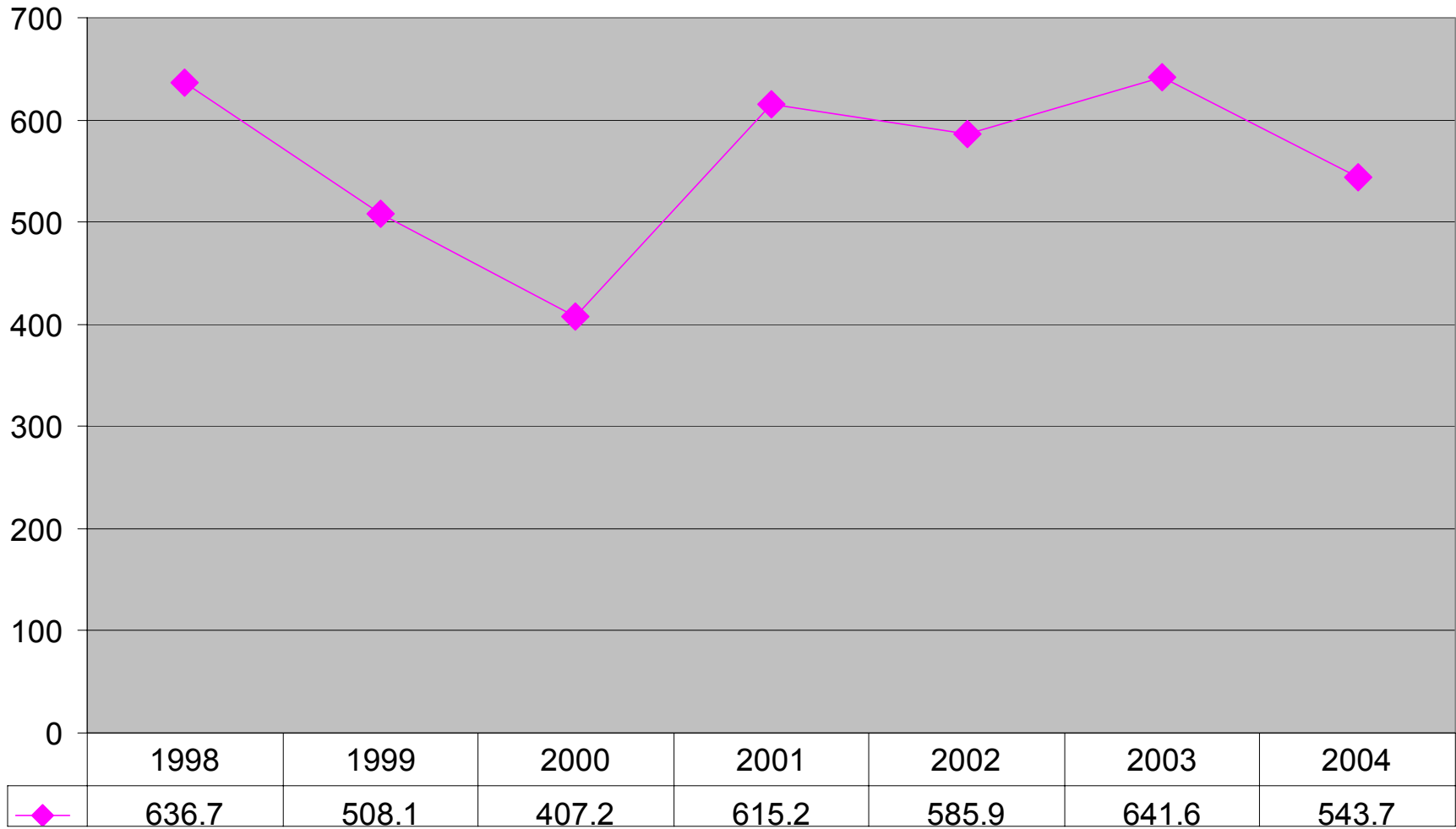
**Washington Office of Insurance
Commissioner**

December 8, 2005

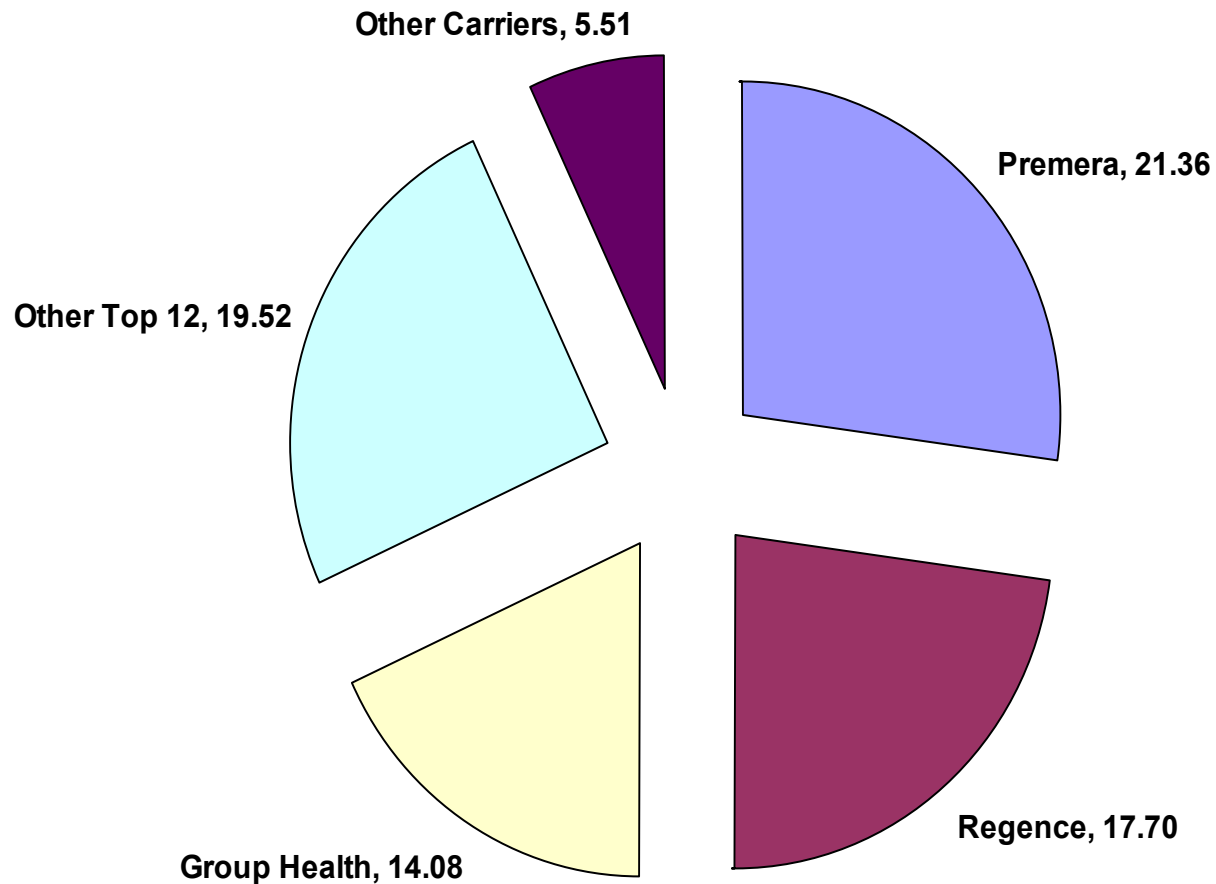
Definitions

- **Assets - Liabilities = Equity (Net Worth)**
- **Reserves are a part of Liabilities that include Claims Unpaid, Unpaid Claims Adjustment Expenses, Aggregate Policy Reserves, etc.**

Washington Office of Insurance Commissioner Average RBC Ratios

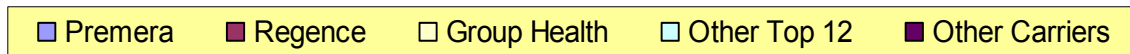
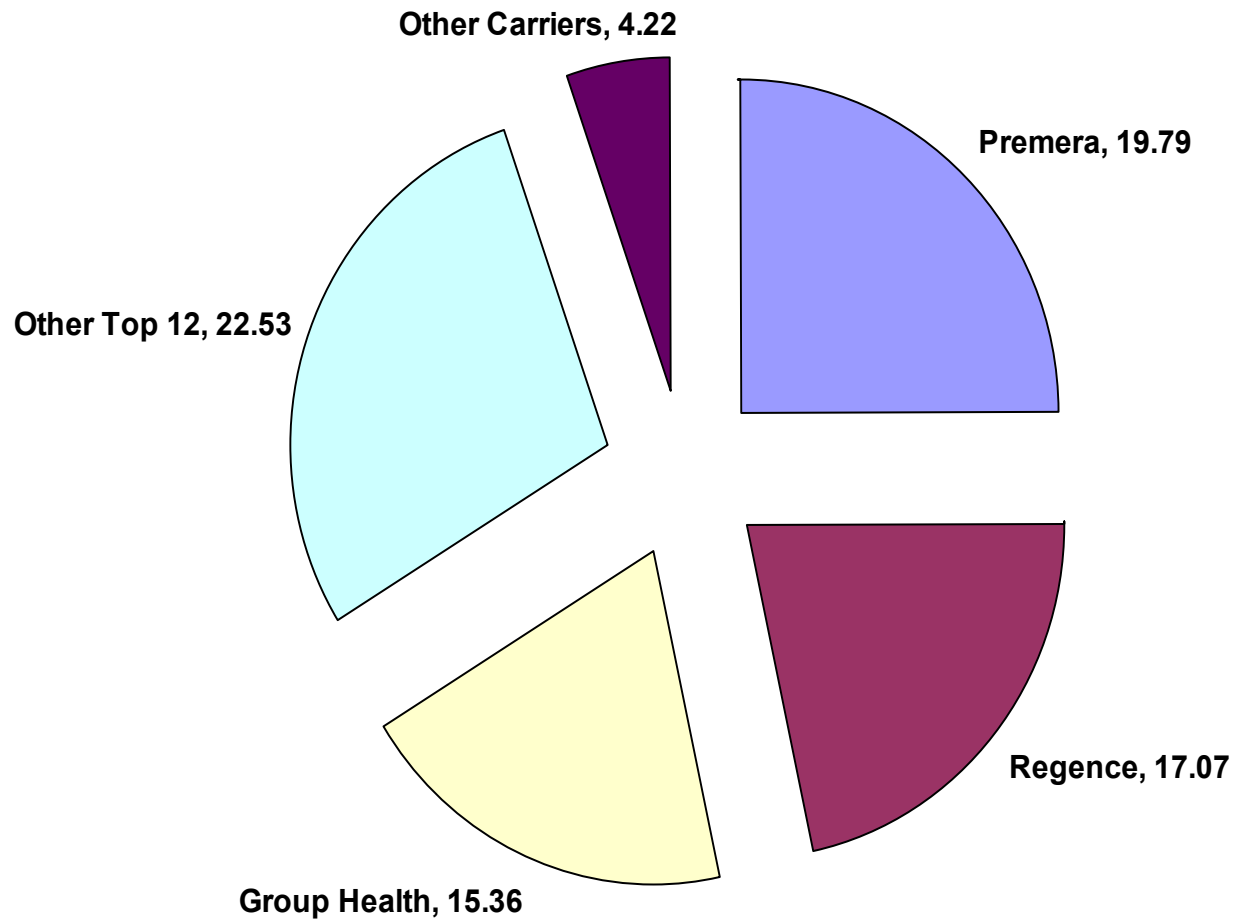


Washington Office of Insurance Commissioner
Health Carrier Market Share by Premiums Written - Calendar Year 2000 to 2003

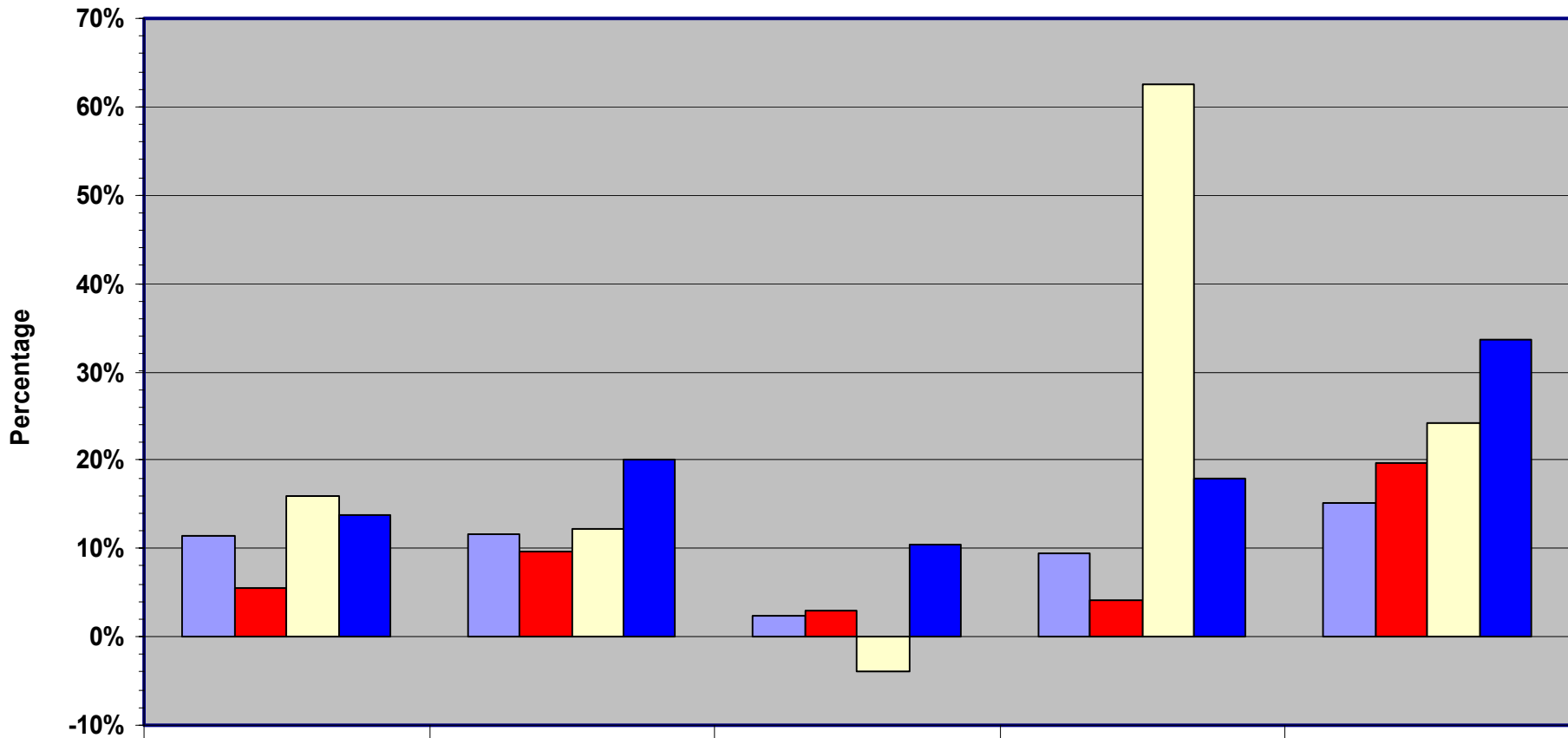


■ Premera ■ Regence □ Group Health □ Other Top 12 ■ Other Carriers

Washington Office of Insurance Commissioner
Health Carrier Market Share by Premiums Written - Calendar Year 2004



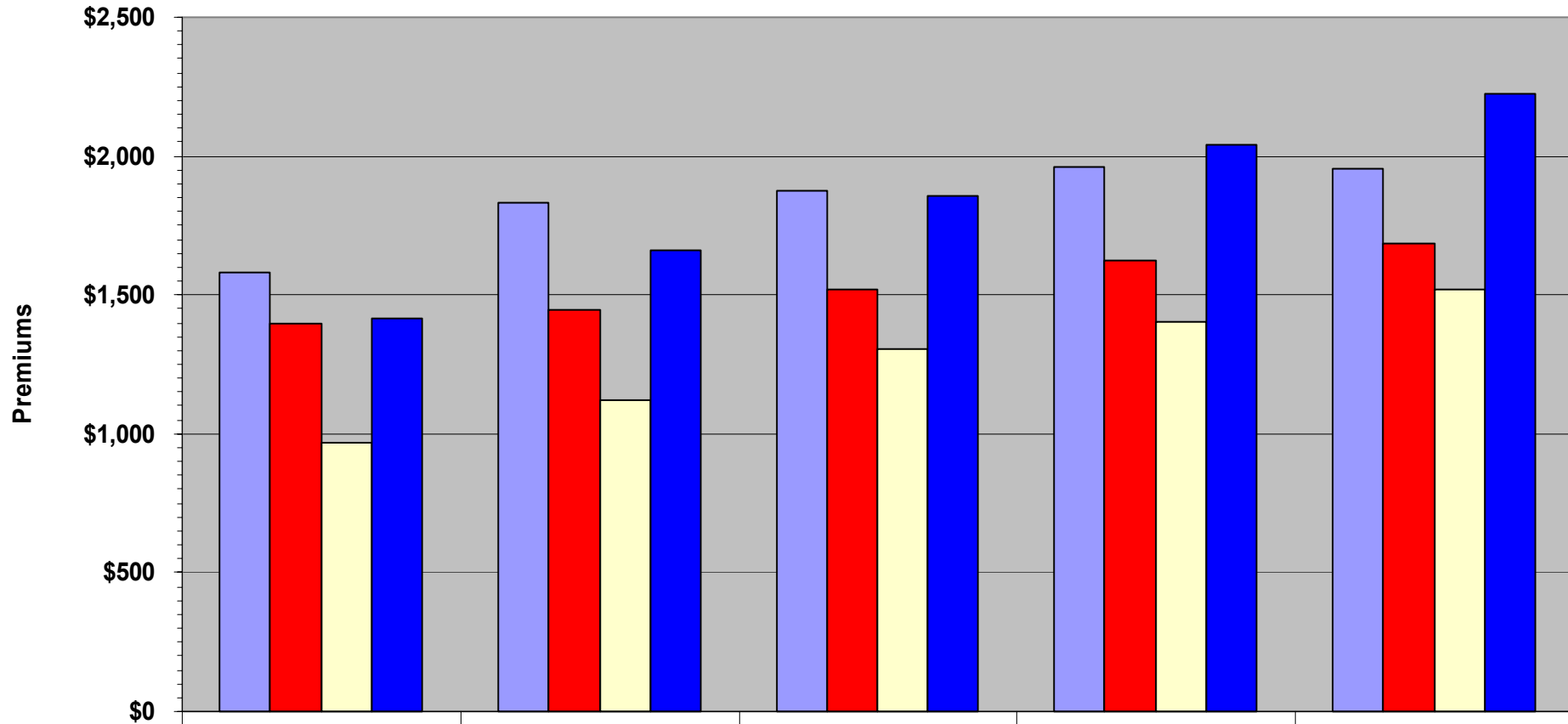
**Washington Office of Insurance Commissioner
Washington Domiciled Comp Health Plans
Net Income to Capital & Surplus (Net Worth)**



Calendar Year Results

■ Premera	11.49%	11.70%	2.41%	9.39%	15.13%
■ Regence	5.43%	9.69%	3.02%	4.14%	19.77%
■ Group Health	15.92%	12.12%	-3.95%	62.52%	24.12%
■ Other Top 12	13.84%	20.07%	10.54%	17.96%	33.63%

Washington Office of Insurance Commissioner
Premiums Written
 (rounded to nearest millions)

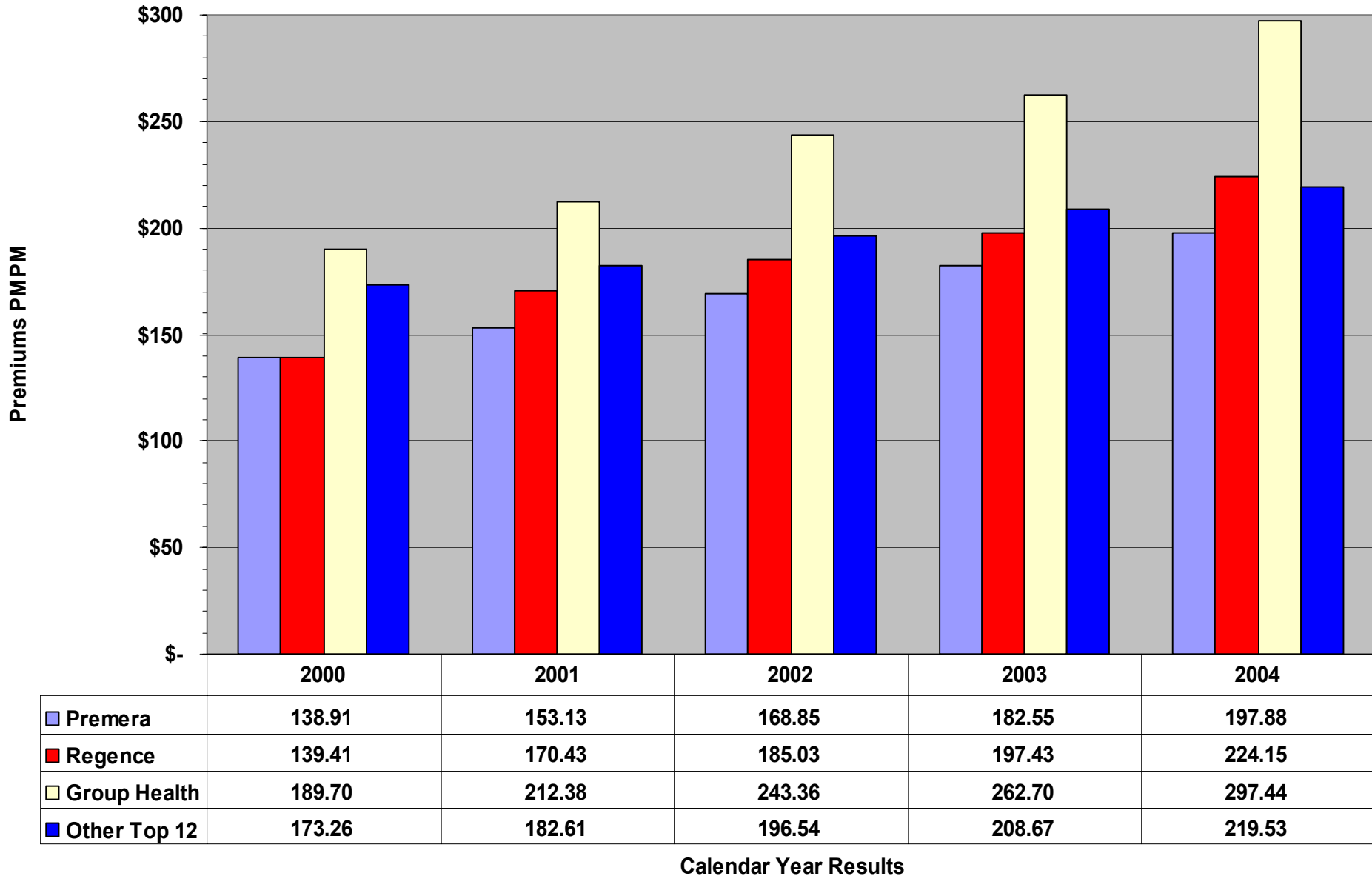


	2000	2001	2002	2003	2004
■ Premera	\$1,579.0	\$1,829.3	\$1,873.0	\$1,959.5	\$1,956.3
■ Regence	\$1,399.6	\$1,447.4	\$1,518.2	\$1,625.3	\$1,687.4
■ Group Health	\$969.5	\$1,118.3	\$1,304.3	\$1,403.4	\$1,518.4
■ Other Top 12	\$1,415.2	\$1,658.4	\$1,855.1	\$2,041.4	\$2,227.1

Calendar Year Results

Washington Office of Insurance Commissioner

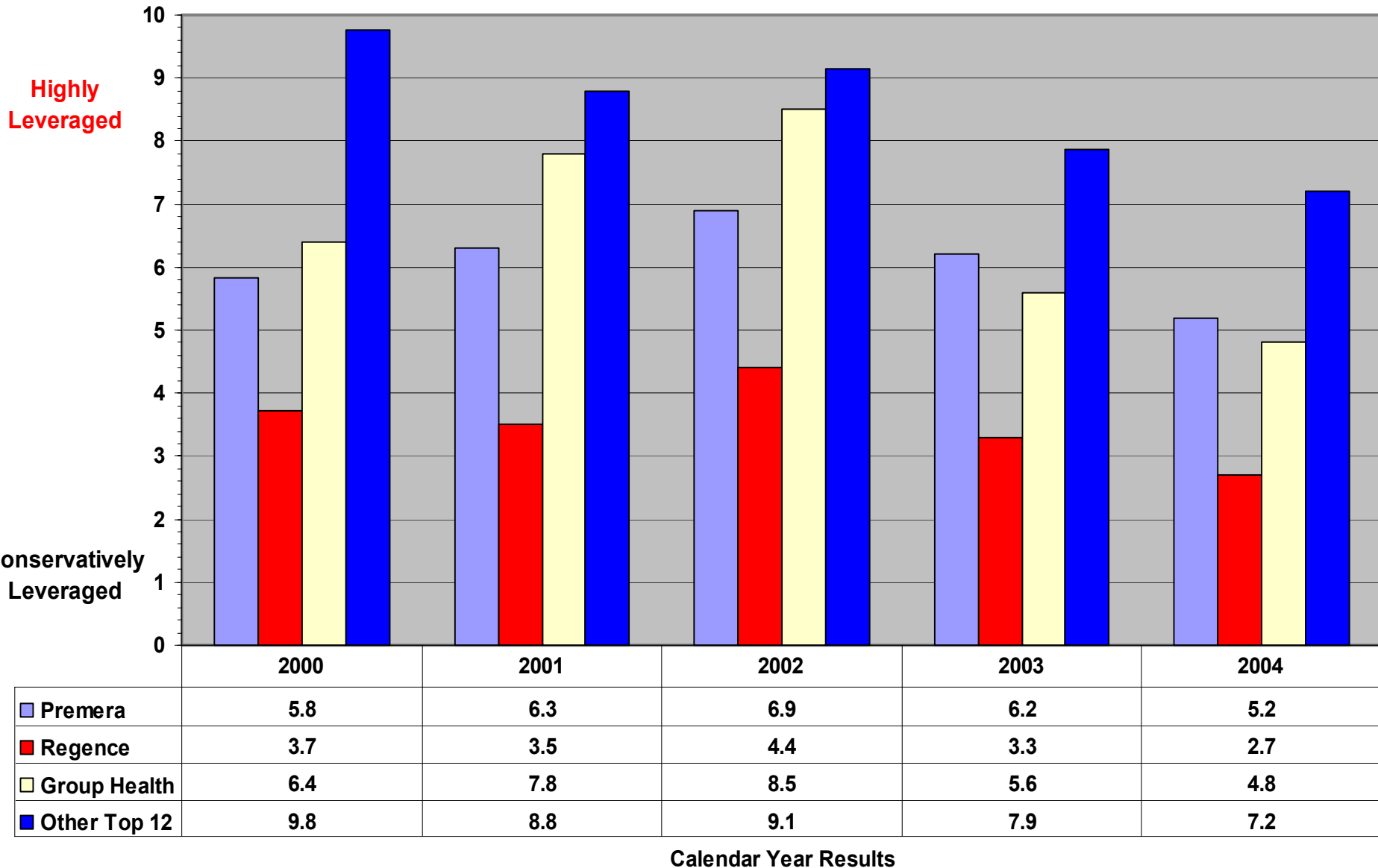
Premiums Written per Member per Month



Calendar Year Results

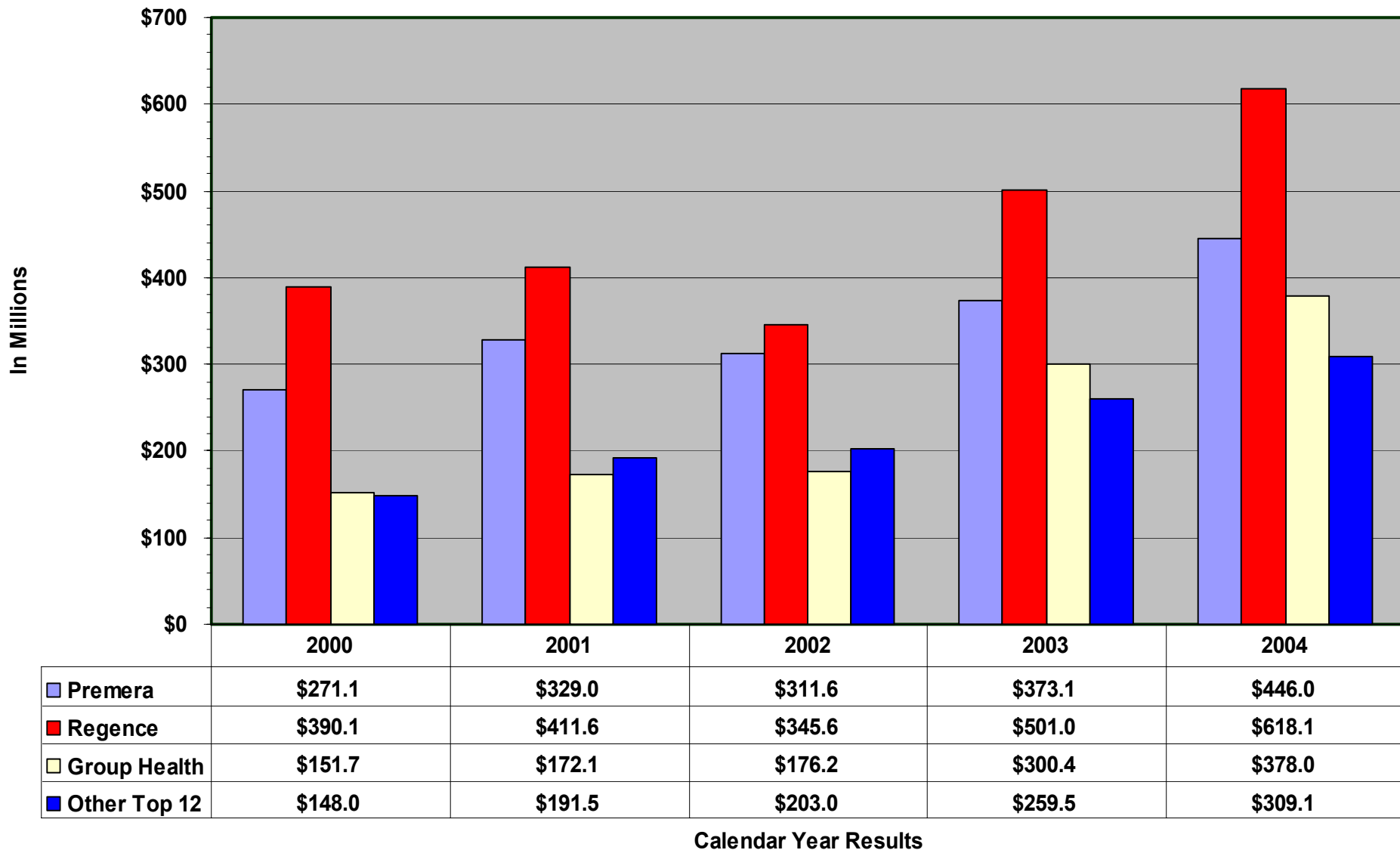
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Premiums to Equity Leverage Ratio



Calendar Year Results

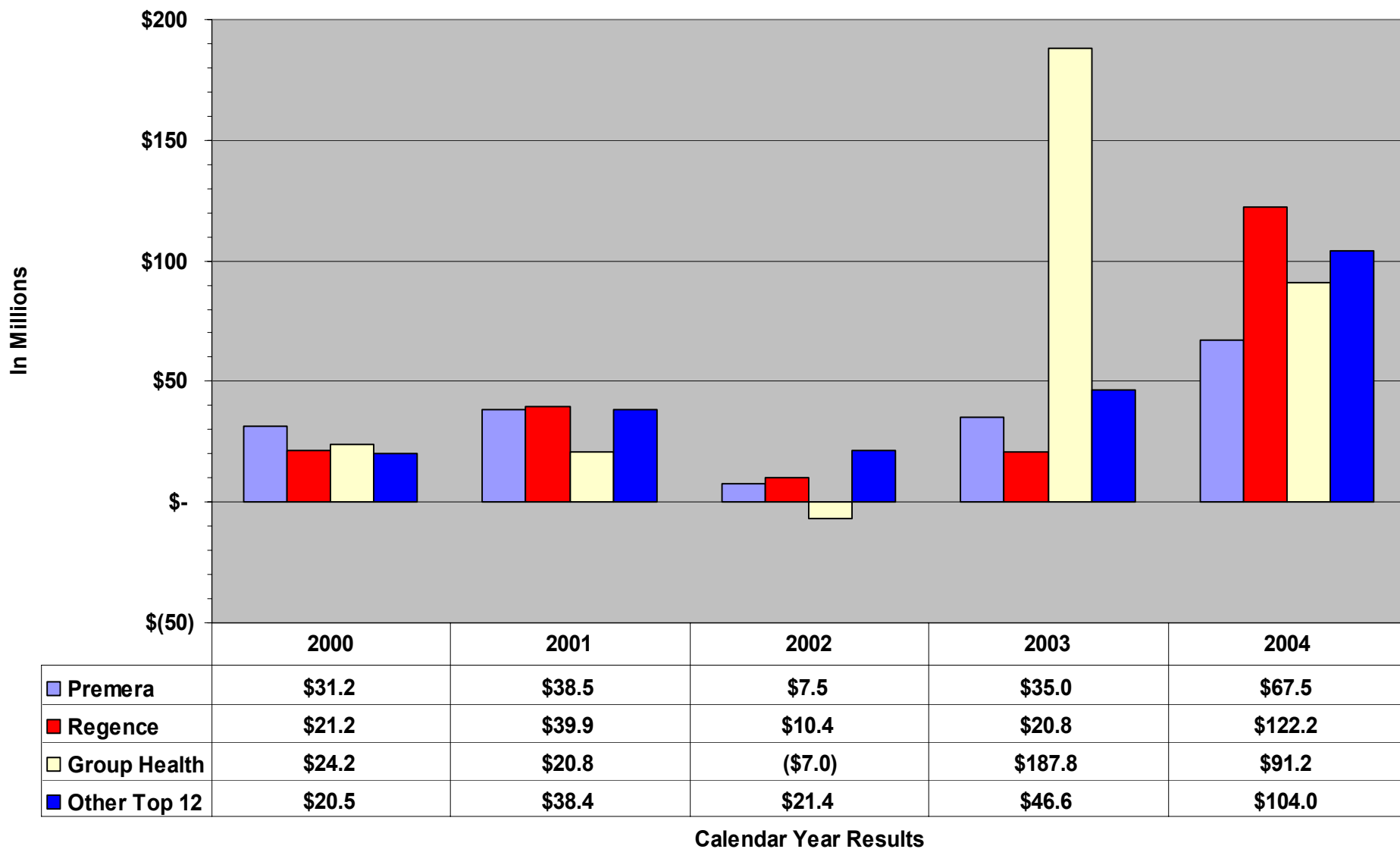
Washington Office of Insurance Commissioner
Equity (Net Worth)
 (rounded to nearest millions)



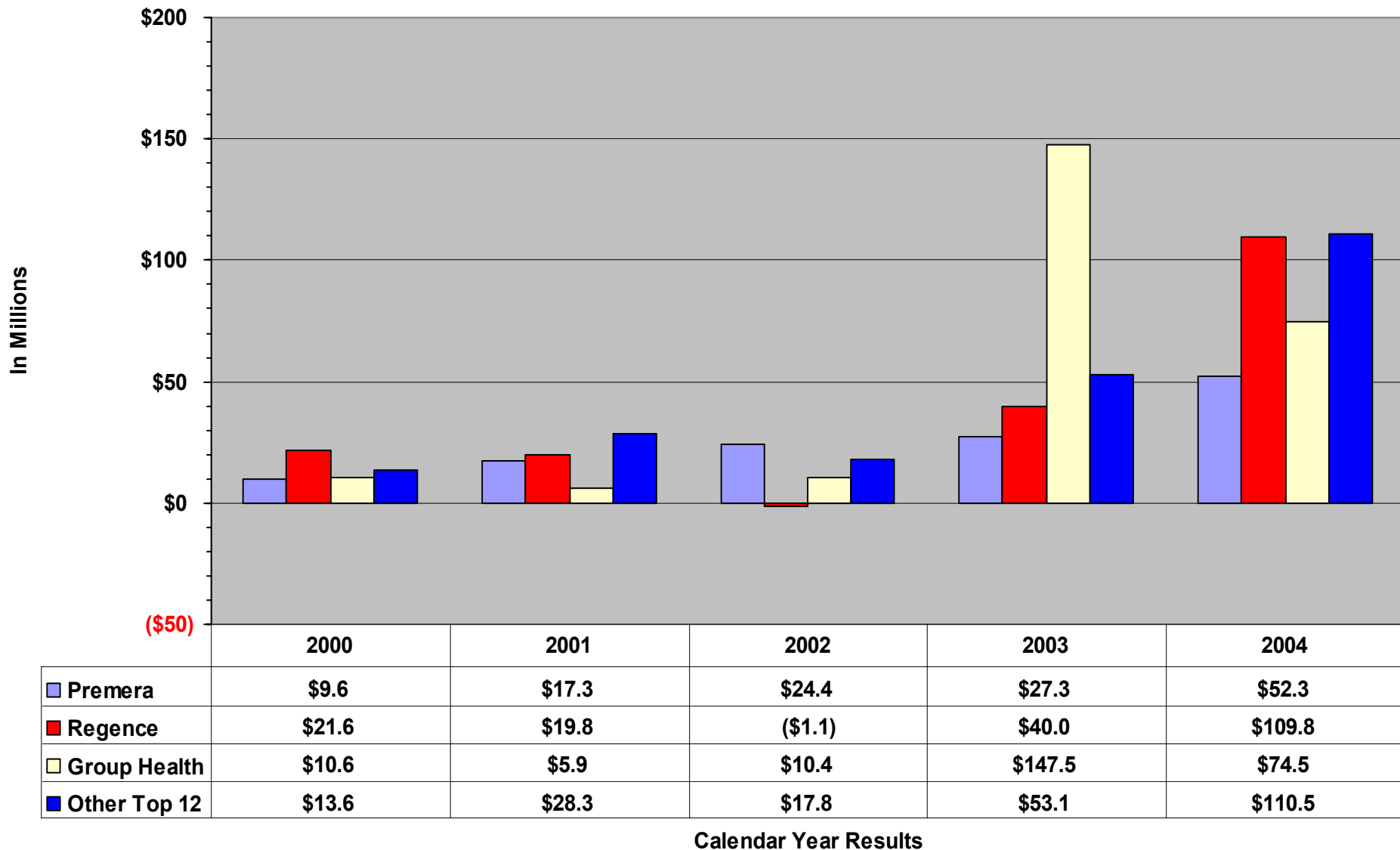
Washington Office of Insurance Commissioner

Net Income

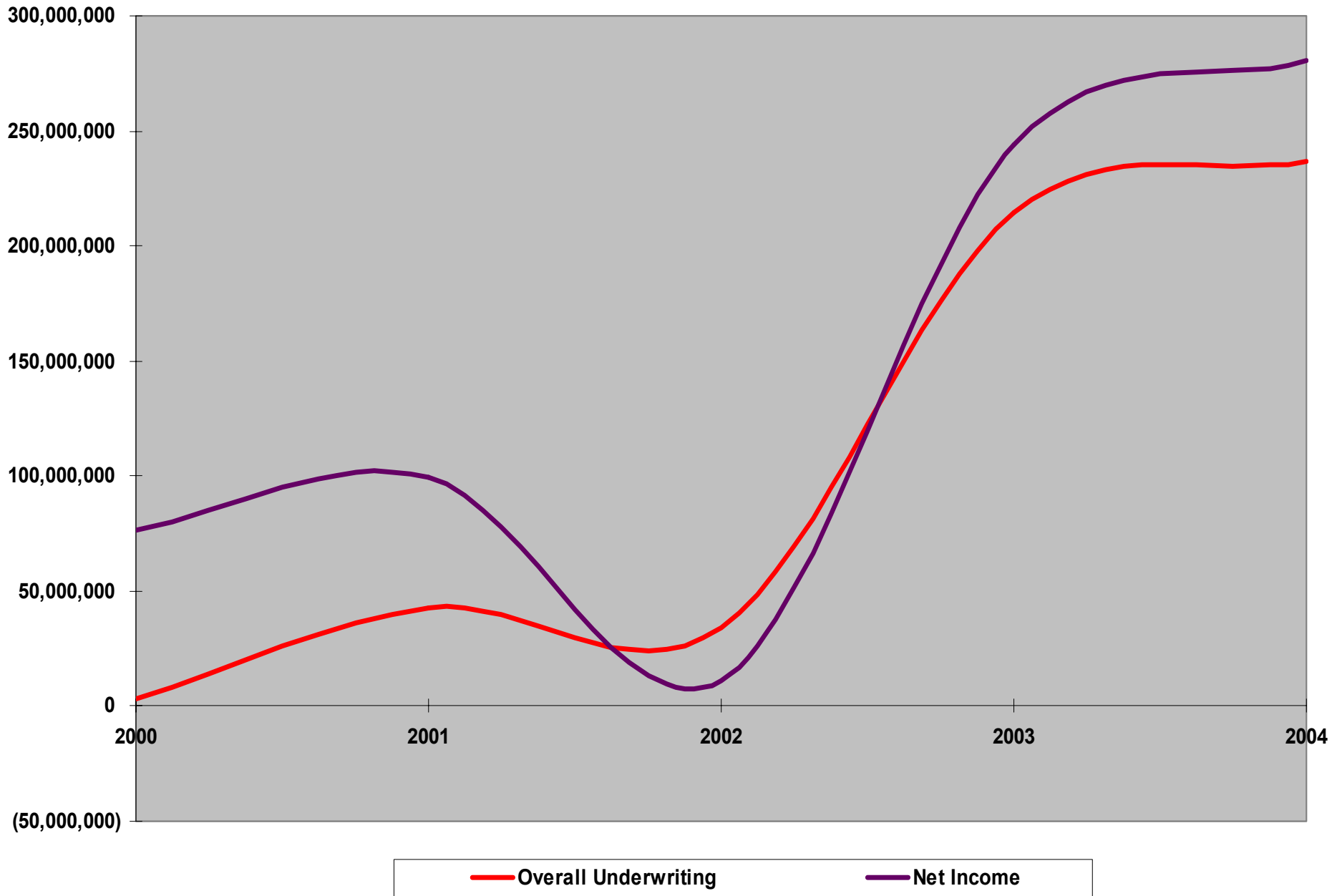
(rounded to nearest millions)



Washington Office of Insurance Commissioner
Underwriting Gains (Losses)
 (rounded to nearest millions)



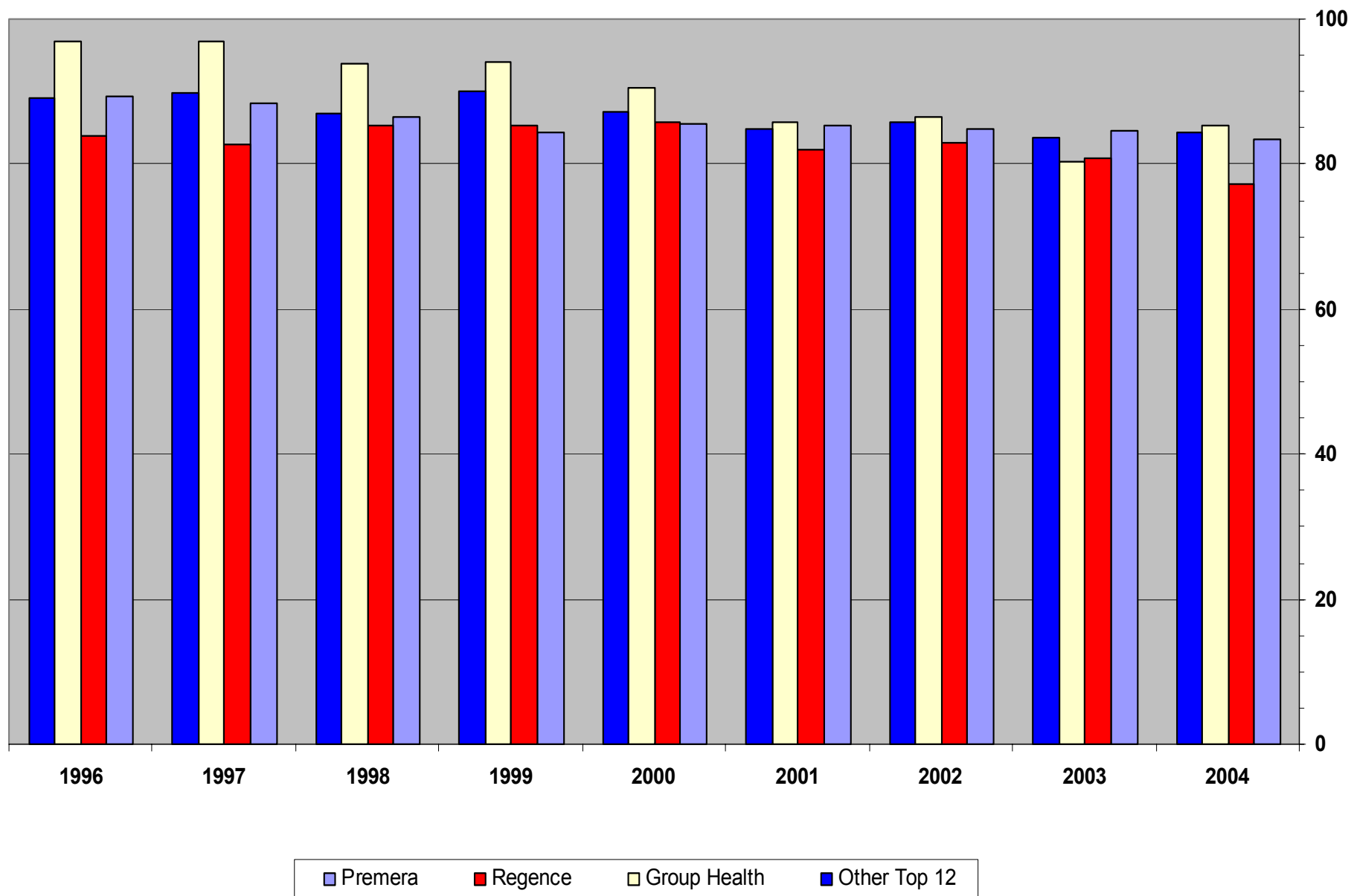
Washington Office of Insurance Commissioner WA Top 3 Carriers' Underwriting & Net Income Results



Washington Office of Insurance Commissioner
WA Other Top 12 Comp Health Carriers' Underwriting & Net Income Results



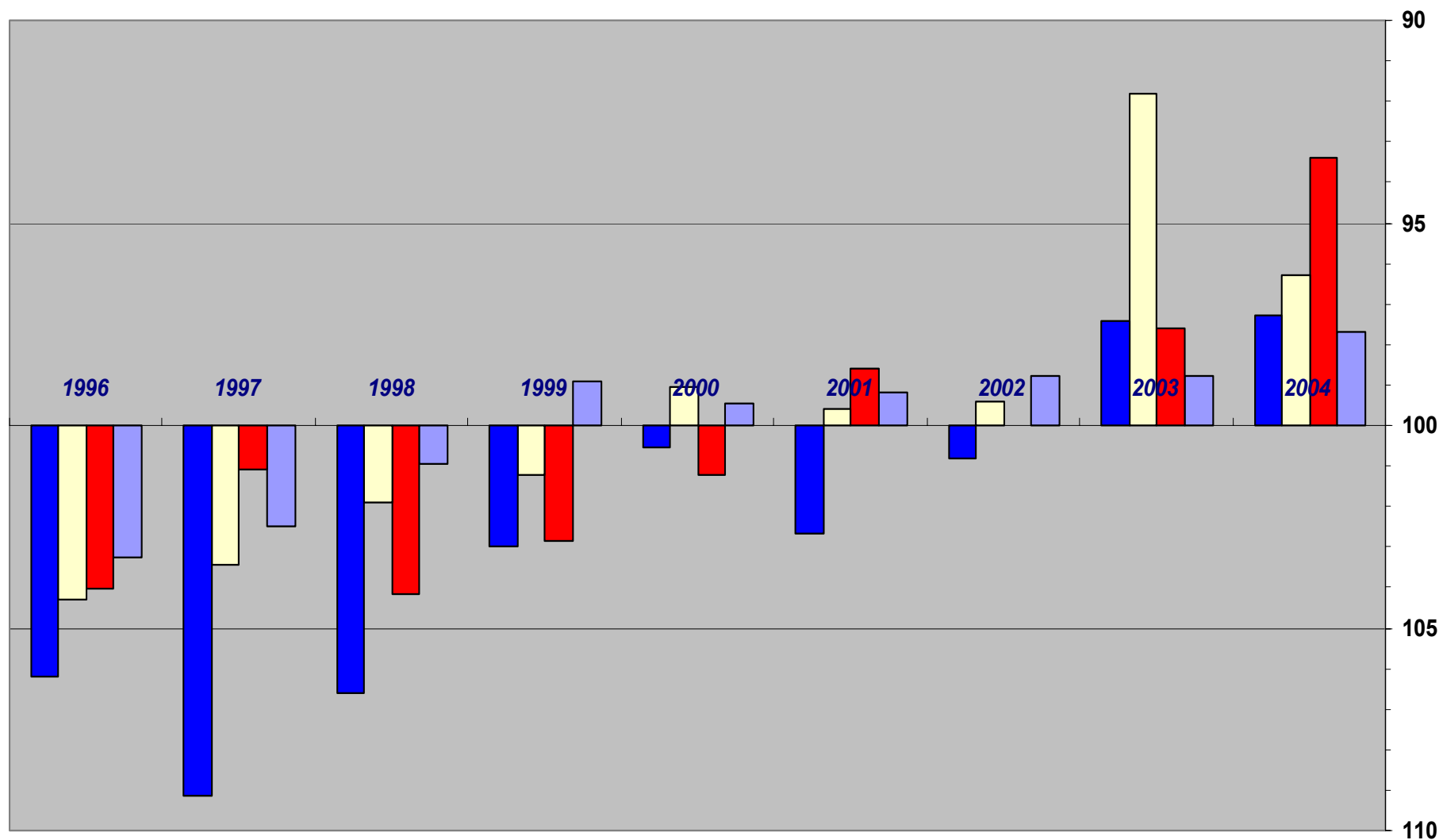
Washington Office of Insurance Commissioner
Medical Loss Ratios
Calendar Years 1996 to 2004



Washington Office of Insurance Commissioner

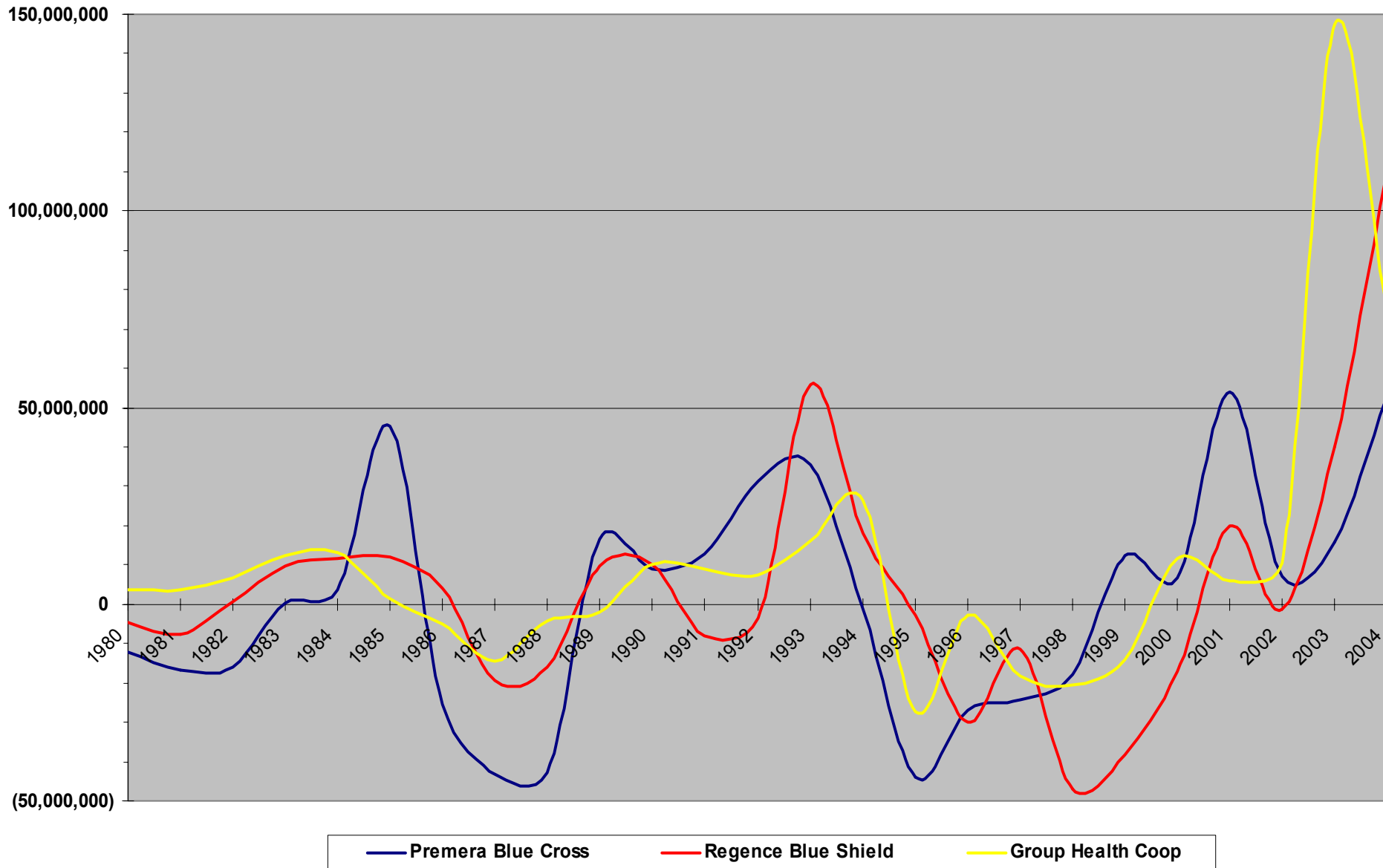
Combined Medical Loss/Expense Ratios

Calendar Years 1996 to 2004

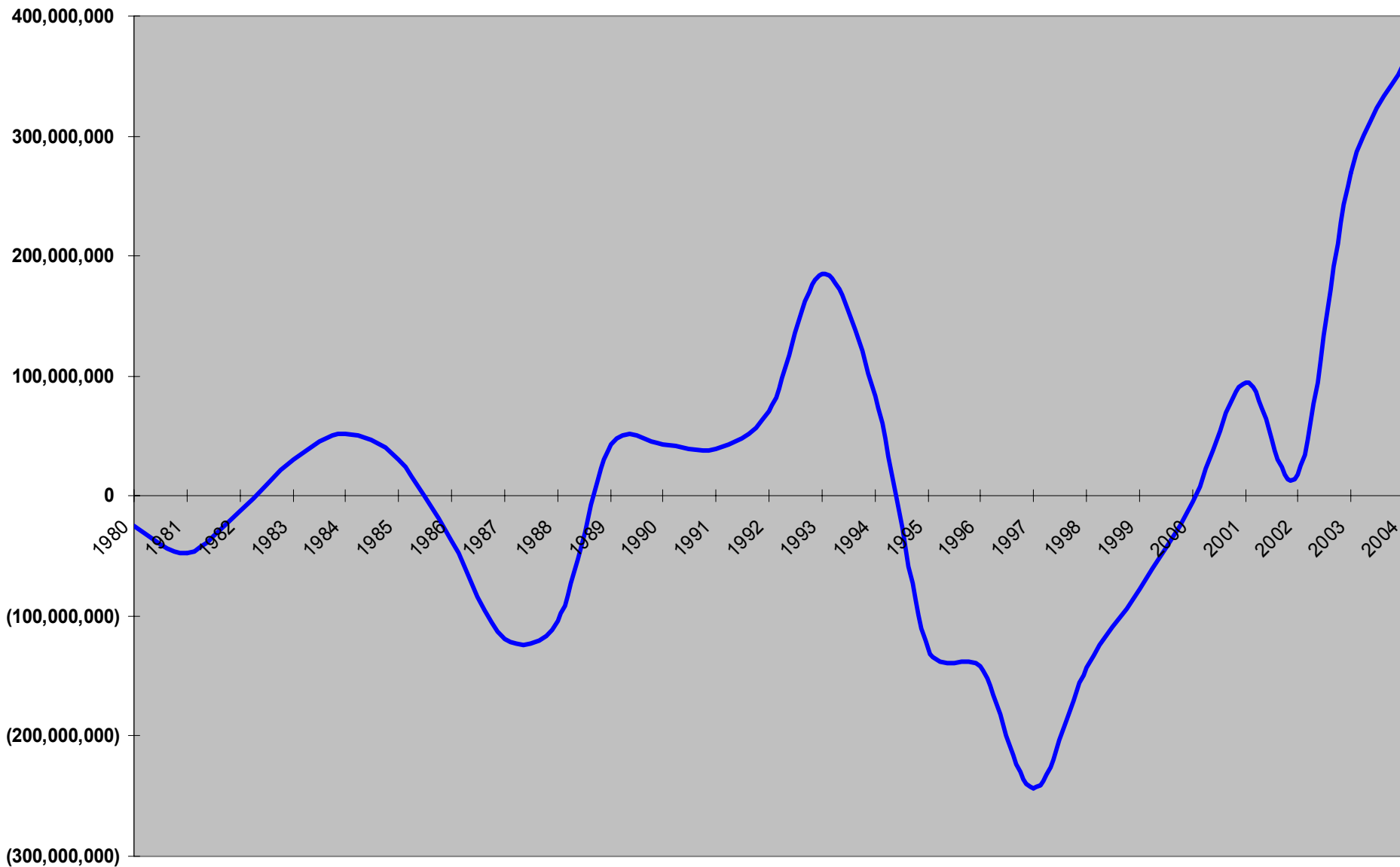


■ Premera
 ■ Regence
 ■ Group Health
 ■ Other Top 12

**Washington Office of Insurance Commissioner
Underwriting Results for Washington State's Top 3 Carriers
Calendar Years 1980 to 2004**



Washington Office of Insurance Commissioner
Washington State Market - Underwriting Results for all HCSC/HMO Carriers
Calendar Years 1980 to 2004



Washington State Office of Insurance Commissioner
Washington State Market Underwriting Results
Top 3 Carriers vs. Other Carriers

